

ABN 98 084 370 669

September 19, 2016

ASX Market Announcements ASX Limited 20 Bridge Street Sydney NSW 2000

LITIGATION UPDATE: YOWIE PREVAILS AT TRIAL – WHETSTONE CONCEDES RASCH WRAPPER IS YOWIE PROPERTY.

This announcement updates the release dated April 5, 2016. As previously disclosed, Yowie North America, Inc. (hereinafter "Yowie"), has brought claims against Whetstone Chocolate Factory, Inc. ("WCF") and ACC (collectively "Whetstone") for the return of its Rasch "Type FI" wrapping machine ("Wrapper") owned by a Yowie affiliate and located at ACC's facility. In addition, Yowie is seeking return of miscellaneous raw material, and money damages for Whetstone's wrongfully possession of its property.

On February 26, 2016, the assigned judge, after hearing testimony from both Yowie and Whetstone, determined that the Wrapper was owned by Yowie and should be returned to Yowie forthwith. Whetstone appealed the decision and a trial was set for September 15, 2016.

On September 15, 2016, the judge took this matter up for final trial. At the commencement of proceedings Whetstone's attorney addressed the judge and conceded that all of the property at issue belonged to Yowie, and it would allow Yowie immediate access for purposes of removal of the property. Given Whetstone's unequivocal concession, the judge found no need to proceed with the evidentiary submission by Yowie.

Yowie now has two possible options to make itself whole for Whetstone's wrongful conduct. It can immediately retrieve the Wrapper and material, or it can wait until the full trial of the lawsuit (anticipated Q4 FY2016) and collect the value of this property against the cash bond posted by Whetstone. Yowie believes it is also entitled to its attorneys' fees and costs expended in pursuing return of its property.

Head Office

Yowie Group Ltd. Level 4, 216 St Georges Terrace, Perth WA 6000 Yowie is pleased with the result of the recent court proceedings, and is resolved that its decision to commence litigation against Whetstone for the return of its property and related damages was justified.

This litigation will have no impact upon the daily operations of the Company or its expansion in the US market.

Yours sincerely

Wayne Loxton

Executive Chairman Yowie Group Ltd

About Yowie

Yowie Group Ltd is a global brand licensing company specializing in the development of consumer products designed to promote learning, understanding and engagement with the natural world through the adventures and exploits of six endearing Yowie characters. Educating children and adults about the environment and ecology is at the heart of the Yowie proposition.

Yowie Group employs its company-owned intellectual property rights in the outsourcing of the manufacturing and distribution of the Yowie chocolate confectionery product and in the development of a Yowie digital platform and Yowie branded licensed consumer products. The Company's vision for the Yowie brand includes distribution of Yowie product in North America, with further expansion planned into Australia, New Zealand and throughout Asia, where the Yowie brand is known and brand equity remains strong, even with the brand not having been active in the market for around eight years. Expansion into Europe and the Middle East are key strategic priorities for further brand rollout.

Yowie Group Ltd was first listed on the Australian Securities Exchange www.asx.com.au in December 2012 under code name 'YOW'. The Company's registered head office is in Perth, Western Australia.

For more information on the Company go to www.yowiegroup.com The Yowie consumer website can be found at www.yowieworld.com

Head Office

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